Service Date: May 7, 1996

DEPARTMENT OF PUBLIC SERVICE REGULATION BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MONTANA

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IN THE MATTER of the Application of BLACK HILLS CORPORATION d/b/a BLACK HILLS POWER & LIGHT CO., for Authority to Increase Their Quarterly Fuel Rate Rider.

)UTILITY DIVISION
)DOCKET NO. D96.3.49
)DEFAULT ORDER NO. 5911

On March 27, 1996, Black Hills Corporation d/b/a Black Hills Power and Light Company (BHP&L or Applicant) filed a petition with the Montana Public Service Commission pursuant to §§ 69-3-101 et seq., MCA, for an order authorizing the Applicant to increase its electric rates in order to reflect the increased cost of fuel used in the generation of electricity. The fuel costs concerned are for the months of December 1995, January and February 1996.

On April 1, 1996, the Commission issued a Notice of Opportunity for Public Hearing. A provision in that notice stated, "If, however, no hearing is requested by April 29, 1996, the Commission will consider the matter and a default order may be issued."

Having considered the application and the documentation furnished by the Applicant in support of its application and deeming itself fully advised in the premises, the Commission makes the following Findings of Fact and Conclusions of Law:

FINDINGS OF FACT

1. If increased fuel costs for the months of December 1995, January and February 1996, are to be recovered, a charge of \$.01035 must be added to the base fuel cost of \$.01240 approved in Docket No. 83.4.25, which results in a total fuel charge of \$.02275 per Kwh. The Quarterly Fuel Rate Rider will increase

revenues by approximately \$24,068 above fuel costs authorized in Docket No. 83.4.25.

The number of customers presently being served in Montana is 49.

CONCLUSIONS OF LAW

- The Commission has jurisdiction over parties and proceeding in this matter.
 - 2. The resulting rate levels are reasonable and just.

ORDER

IT IS HEREBY ORDERED THAT:

- The Quarterly Fuel Rate Rider for the billing period of May, June and July 1996 is \$.01035 per Kwh. This charge shall be added to the base fuel cost approved in Docket No. 83.4.25.
- 2. The approved rates shall be effective for electric service rendered on and after May 1, 1996.

DONE IN OPEN SESSION at Helena, Montana, on this 29th day of April, 1996, by a 5 - 0 vote.

BY ORDER OF THE MONTANA PUBLIC SERVICE COMMISSION

IANCY I	McCAFFR	EE, C	Chair	
DAVE F	ISHER,	Vice	Chair	
BOB AN	DERSON,	Comm	nission	ner
DANNY	OBERG,	Commi	ssione	 er
BOB RO	WE, Com	 missi	oner	

ATTEST:

Kathlene M. Anderson Commission Secretary

(SEAL)

NOTE: Any interested party may request that the ${\tt Commission}$ reconsider this decision. A motion to reconsider must be filed within ten (10) days. See 38.2.4806, ARM.